

**John O. Hicks, III**

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June 17, 2008

Ms. Stephanie Stumbo  
Public Service Commission  
211 Sower Blvd.  
P. O. Box 615  
Frankfort, KY 40602-0615

**RECEIVED**

**JUN 19 2008**

**PUBLIC SERVICE  
COMMISSION**

RE: Purchased Water Rate Adjustment  
North McLean County Water District

2008-228

Dear Ms. Stumbo:

Enclosed please find signed original application for Purchased Water Rate Adjustment on behalf of North McLean County Water District, along with eleven (11) additional copies of same.

A copy of the Notice to Customers, as required pursuant to Section 5 of 807 KAR 5:068, will be filed with your office subsequently. Calculations reflecting the increased rate are attached.

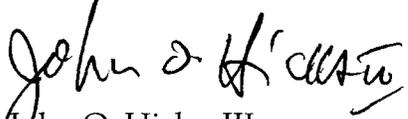
North McLean County Water District proposes that the effective date of its Purchased Water Rate Adjustment would be July 10, 2008. However, we have left the effective date blank on our tariff (rates and charges) sheet so that the Public Service Commission may assign such effective date that you determine to be appropriate. Nevertheless, the Water District requests that you consider our proposed date of July 10, 2008, to be the effective date of the Purchased Water Rate Adjustment.

Please process this application and issue an Order approving the increased rate, as may be appropriate.

Ms. Stephanie Stumbo  
Page Two  
June 17, 2008

Should further information be needed, please be sure to let me know.

Very truly yours,

  
John O. Hicks, III

JOH/ac

Enclosures

2008-028

PURCHASED WATER ADJUSTMENT FOR  
WATER DISTRICTS AND ASSOCIATIONS  
(807 KAR 5:068)

RECEIVED

JUN 19 2008

PUBLIC SERVICE  
COMMISSION

North McLean County Water District

(Name of Utility)

June 16, 2008

(Date)

P. O. Box 68

(Address)

Livermore, KY 42352

(City, State)

(270) 278-2800

(Telephone Number)

- 1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate shedule must be shown. Attach additional sheets if necessary.

<u>Supplier(s)</u>	<u>Base Rate</u>	<u>Changed Rate</u>
<u>West Daviess County Water District</u>	<u>\$2.13</u>	<u>\$2.26</u>
<u>City of Calhoun</u>	<u>\$1.90</u>	<u>N/A (no change)</u>
<u>City of Livermore</u>	<u>\$2.16</u>	<u>N/A (no change)</u>

(All rates are per 1,000 gallons)

- 1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A.
2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of this filing).

From May, 2007 through April, 2008  
(month and year) (month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

<b>Supplier(s)</b>	<b>Gallons Purchased during 12 month period</b>
<u>West Daviess County Water District</u>	<u>13,420,400</u>
<u>City of Calhoun</u>	<u>119,066,500</u>
<u>City of Livermore</u>	<u>2,567,900</u>
<b>TOTAL PURCHASES</b>	<u>135,054,800</u>

4. Total sales for the 12 month period 112,284,600.

5. Increased water cost \$1,744.65.

The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.

6. Purchased water adjustment factor two (2) cents per 1,000 gallons

The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.

Note: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice. Revised tariff sheets must be attached showing the rate to be charged by the utility and the effective date of the increased rates.

7. Proposed effective date July 10, 2008.

  
(Signature of Utility Officer)

Winfred W. Williams

Chairman

\_\_\_\_\_  
(Title)

FOR McLean County, Kentucky  
Community, Town or City

P.S.C. KY. NO. 1

Original SHEET NO. 1

CANCELLING P.S.C. KY. NO. \_\_\_\_\_

SHEET NO. \_\_\_\_\_

North McLean County  
Water District

(Name of Utility)

**RATES AND CHARGES**

Monthly Rates

First	2,000 gallons	\$14.14 minimum bill
Next	8,000 gallons	\$ 5.02 per 1,000 gallons
Next	30,000 gallons	\$ 4.51 per 1,000 gallons
Over	40,000 gallons	\$ 4.03 per 1,000 gallons

DATE OF ISSUE June 16, 2008  
Month / Date / Year

DATE EFFECTIVE \_\_\_\_\_  
Month / Date / Year

ISSUED BY Winfred W. Williams  
(Signature of Officer)

Winfred W. Williams

TITLE Chairman

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION  
IN CASE NO. \_\_\_\_\_ DATED \_\_\_\_\_

# WEST DAVIESS COUNTY WATER DISTRICT

3400 Bittel Rd.  
Owensboro, KY 42301  
Phone: (270) 685-5594  
Fax: (270) 683-6324

May 6, 2008

TO: All wholesale customers

This is to inform you that the West Daviess County Water District has filed and received approval for a rate increase with the Public Service Commission. As reported to you earlier, this increase is a result of Owensboro Municipal Utilities' rate increase to our wholesale rate. The water rate attributed to your system will increase from \$ 2.13 per 1,000 gallons to \$ 2.26 per 1,000 gallons. This rate will become effective June 1, 2008 and be represented on the bill you will receive the first week of July 2008

If you have any questions concerning this, please contact our office.

Sincerely,



William G. Higdon  
Manager

EXHIBIT A



<b>WEST DAVIESS COUNTY</b>		<b>May 2007- April 2008</b>		
<b>RATE</b>	<b>2.13</b>		<b>W Daviess</b>	
<b>MONTH</b>		<b>Guffey</b>	<b>Hwy 81</b>	<b>Livia</b>
May		660600	58000	706100
June		707600	66000	1175700
July		679200	51000	1203200
August		803100	73000	1135500
September		539100	50000	926400
October		667300	55000	753600
November		431600	18000	
December		520000	2000	53000
January		397400	500	167600
February		508000	2200	31100
March		520100	500	70800
April		346800	2000	40400
<b>Total</b>		<b>6780800</b>	<b>376200</b>	<b>6263400</b>
				<b>112284600</b>
	<b>6780800</b>			
	<b>376200</b>			
	<b>6263400</b>			
	<b>13420400</b>	<b>Divided by</b>	<b>1000 equals</b>	<b>13420.40</b>
	<b>13420.40</b>	<b>X 2.13</b>	<b>equals</b>	<b>28585.45</b>
	<b>13420.40</b>	<b>X 2.26</b>	<b>equals</b>	<b>30330.10</b>
	<b>30330.10</b>			
	<b>-28585.45</b>			
	<b>1744.65</b>	<b>Increase</b>		
	<b>1744.65</b>	<b>divided by</b>	<b>112284600</b>	<b>0.000016</b>
	<b>0.016</b>	<b>equals .02 per thousand gals</b>		
	<b>First 2000 Gals</b>		<b>14.14</b>	
	<b>Next 8000 Gals</b>		<b>5.02</b>	<b>Per 1000 Gal</b>
	<b>Next 30000 Gals</b>		<b>4.51</b>	<b>Per 1000 Gal</b>
	<b>Over 40000</b>		<b>4.03</b>	<b>Per 1000 Gal</b>



APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2008-00063 DATED MARCH 20, 2008

The following rates and charges are prescribed for the customers in the area served by North McLean County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES

Monthly Water Rates

First	2,000 gallons	\$ 14.10	Minimum Bill
Next	8,000 gallons	5.00	per 1,000 gallons
Next	30,000 gallons	4.49	per 1,000 gallons
Over	40,000 gallons	4.01	per 1,000 gallons

CURRENT